

BISMARCK POLICE PENSION PLAN

State Investment Board Balance Sheet As of 6/30/2003

	As of <u>6-30-03</u>	As of <u>6-30-02</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 5,045,383	\$ 4,481,420
INTERNATIONAL EQUITIES	864,567	771,035
DOMESTIC FIXED INCOME	3,759,813	3,902,541
INTERNATIONAL FIXED INCOME	465,069	506,628
REAL ESTATE	531,941	551,349
VENTURE CAPITAL	309,683	277,709
INVESTED CASH (NOTE 1)	<u>90,125</u>	<u>19,725</u>
TOTAL INVESTMENTS	11,066,581	10,510,407
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	18,564	7,538
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>728,853</u>	<u>710,261</u>
TOTAL ASSETS	<u>\$ 11,813,998</u>	<u>\$ 11,228,206</u>
LIABILITIES:		
ACCOUNTS PAYABLE	7,674	23,368
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>728,853</u>	<u>710,261</u>
TOTAL LIABILITIES	736,527	733,629
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	10,494,577	11,304,692
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>582,894</u>	<u>(810,115)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>11,077,471</u>	<u>10,494,577</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 11,813,998</u>	<u>\$ 11,228,206</u>

BISMARCK POLICE PENSION PLAN

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2003

	Month Ended <u>6-30-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 22,694	\$ 361,722
SECURITIES LENDING INCOME	867	12,774
	<u>23,561</u>	<u>374,496</u>
 GAIN ON SALE OF INVESTMENTS	 141,454	 1,935,691
LOSS ON SALE OF INVESTMENTS	122,031	2,210,549
	<u>122,031</u>	<u>2,210,549</u>
 NET GAINS (LOSSES) INVESTMENTS	 19,423	 (274,858)
 INVESTMENT EXPENSES	 1,397	 35,988
SECURITIES LENDING EXPENSES	706	10,920
	<u>706</u>	<u>10,920</u>
 NET INVESTMENT INCOME	 40,881	 52,730
 NET APPREC (DEPREC) MARKET VALUE	 68,406	 536,908
MISCELLANEOUS INCOME/(EXPENSE)	(513)	(6,744)
	<u>(513)</u>	<u>(6,744)</u>
 TOTAL INVESTMENT INCOME	 <u>108,774</u>	 <u>582,894</u>
 NET INCREASE (DECREASE)	 <u>\$ 108,774</u>	 <u>\$ 582,894</u>

BISMARCK POLICE PENSION PLAN
Notes To Financial Statements
June 30, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 SECURITIES LENDING COLLATERAL

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.